## PRODUCT QUALITY ADJUSTMENT - OREGON WESTSIDE Use with Appreisal Update #9-10

Sale Name: Cascade Thin

Date: 05-Oct-10 (mm/dd/yy)

Dia - dib	Representative Grade*	Log price \$/mbf avg**	Volume MBF	Volume CCF	Log price \$/ccf avg	Adjustment Dollars
5.0" - 7.99"	#4 sawmill	391.00	355.05	766.25	181.17	-49.88
8.0"-11.99"	#3 sawmili	430.00	773.26	1,439.08	231.05	0.00
2.0"-17.99"	#2 sawmill	466.00	591.54	967.31	284.97	53.92
8.0" - 30.0"	special mill	495.00	8.66	12.13	353.40	122.34
	5.0" - 7.99" 8.0"-11.99" 2.0"-17.99"	5.0" - 7.99" #4 sawmill 8.0"-11.99" #3 sawmill 2.0"-17.99" #2 sawmill	5.0" - 7.99" #4 sawmill 391.00 8.0"-11.99" #3 sawmill 430.00 2.0"-17.99" #2 sawmill 466.00	5.0" - 7.99" #4 sawmill 391.00 355.05 3.0"-11.99" #3 sawmili 430.00 773.26 2.0"-17.99" #2 sawmill 466.00 591.54	5.0" - 7.99" #4 sawmill 391.00 355.05 766.25 3.0"-11.99" #3 sawmill 430.00 773.26 1,439.08 2.0"-17.99" #2 sawmill 466.00 591.54 967.31	5.0" - 7.99" #4 sawmill 391.00 355.05 766.25 181.17 3.0"-11.99" #3 sawmill 430.00 773.26 1,439.08 231.05 2.0"-17.99" #2 sawmill 466.00 591.54 967.31 284.97

Chip Values, \$/ccf

\$/ton Avg	Avg ib per cf	Volume CCF
25.00		

Weighted average Product Quality Adjustment (PQA) for Species Group #1 =

(insert as override on TEA input screen

0.00 /ccf

Weighted average delivered log price for Species Group #1 =

pup #1 = 4.84 /ccf under BPP/CCF for products 08 and 20)
235.89 /ccf (enter on TEA input screen as Log Pr/CCF)

Species Group #2	Minimum Dia - dib	Representative Grade*	Log price \$/mbf avg**	Volume MBF	Volume CCF	Log price \$/ccf avg	Adjustment Dollars
263,264,108	5.0" - 7.99"	#4 sawmill	296.00	3.55	7.66	137.18	-63.72
true firs	8.0"-11.99"	#3 sawmill	374.00	7.73	14.39	200.90	0.00
spruces	12.0"-17.99"	#2 sawmill	425.00	5.91	9.67	259.75	58.84
	18.0" - 24.0"	special mill	425.00	0.08	1.12	30.36	-170.55

Weighted average Product Quality Adjustment (PQA) for Species Group #2 =

-3.35 /ccf

Weighted average delivered log price for Species Group #2 = 197.55 /ccf (enter on TEA input screen as Log Pr/CCF)

Species Group #3	Minimum Dia - dib	Representative Grade*	Log price \$/mbf avg**	Volume MBF	Volume CCF	Log price \$/ccf avg	Adjustment Dollars
122	5.0-7.99		150.00	1.77	3.83	69.32	-81.21
	8.0-11.99	Anna and a second	280.00	3.86	7.18	150.53	0.00
	12.0-19.99		300.00	2.95	4.88	181.35	30.82
	20.0-24.0		325.00	0.04	0.56	23.21	-127.31

Weighted average Product Quality Adjustment (PQA) for Species Group #3 =

-14.10 /ccf

Weighted average delivered log price for Species Group #3 = 136.43 /ccf (enter on TEA input screen as Log Pr/CCF)

Species Group #4	Minimum Dia - dib	If this table	Log price \$/mbf avg	Volume MBF	Volume CCF	Log price \$/ccf avg	Adjustment Dollars
	ar vii ariin v	is used,				0.00	
		entry needed here				***************************************	
		denta de la		***************************************	***************************************		***************************************

Weighted average Product Quality Adjustment (PQA) for Species Group #4 = Weighted average delivered log price for Species Group #4 =

0.00 /ccf

0.00 /ccf (enter on TEA input screen as Log Pr/CCF)

Species Group #5	Minimum Dia - dib	if this table	Log price \$/mbf avg	Volume MBF	Volume CCF	Log price \$/ccf avg	Adjustment Dollars
		is used,					
		entry needed		·····		0.00	
		here					······································
							***************************************

Weighted average Product Quality Adjustment (PQA) for Species Group #5 =

0.00 /ccf

Weighted average delivered log price for Species Group #5 =

0.00 /ccf (enter on TEA input screen as Log Pr/CCF)

Species Group #6	Minimum Dia - dib	If this table	Log price \$/mbf avg	Volume MBF	Volume CCF	Log price \$/ccf avg	Adjustment Dollars
		is used,					
					······································	0.00	***************************************
		entry needed		***************************************			
		here					

Weighted average Product Quality Adjustment (PQA) for Species Group #6 =

0.00 /ccf

Weighted average delivered log price for Species Group #6 =

0.00 /ccf (enter on TEA input screen as Log Pr/CCF)

<sup>\*</sup> Industry grade used to associate minimum dib and delivered log price. Volume comprises mostly the representative grade, but also may include material of other grades.

#### PRODUCT QUALITY ADJUSTMENT

# Combining Species into Appraisal Groups Determining Weighted Average Delivered Log Price for the Sale Use with Appraisal Update #9-10

Sale Name: Cascade Thin Date: 05-Oct-10

Combining Species into Appraisal Groups (for entry into the TEA input screen)

	Туре а "1"	Type a "1" into desired cells to combine species into an appraisal group								
Geographic Area	Species Group #1	Species Group #2	Species Group #3	Species Group #4	Species Group #5	Species Group #6	Combined Prod Qual Adj	Combined Del Log Price		
Ore West	1	1	1				4.66	235.00		
Ore East							***************************************	<del></del>		
Wash West				***************************************		***************************************	······································	***************************************		
Wash East		2	***************************************		***************************************			******************************		

Determining Weighted Average Delivered Log Price for the Sale (for use in analyzing advertised rates)

		Туре					
Geographic Area	Species Group #1	Species Group #2	Species Group #3	Species Group #4	Species Group #5	Species Group #6	Wt Avg Delivered Log Price for the Sale
Ore West	1	1	1				235.00
Ore East	***************************************	***************************************	***************************************	<del>/</del>			***************************************
Wash West	***************************************			·			
Wash East				***************************************		······	

Enter the Combined Product Quality Adjustment on the TEA input screen under PQA/CCF for the main species in the appraisal group. Enter the Del Log Price under Log Pr/CCF on the TEA input screen for the main species in the appraisal group. Use the weighted average delivered log price for the sales to analyze advertised rates, per R6 FSH 2409.22 Appraisal Handbook. Refer to the PQA User Guide for more information on the calculation and use of delivered log prices.

Appraisal Reminder - When combining species, a weighted average Base Period Price needs to be calculated. Use the table below to calculate a weighted average BPP for the appraisal group.

The Erase Data button erases Forest number, Salvage, and Species Code and Species Volume (CCF) in the table.

## Species BPP Weighting Table

<u>Appraisal</u>	<b>Update</b>
#9-10	

## teacost.dat file (TEA 09-10)

The Appraisal Update # and teacost.dat file date MUST BE THE SAME

in calculating a weighted average BPP!

Opcoico	openies of the treighting rubic							
Species	Species	BPP from						
Code	Vol (CCF)	TEACOST.DAT						
205	3,199.00	42.70						
263	0.50	32.95						
122	0.50	21.46						
10								
Total or Avg	3,200.00	42.70						

### **MBF** Volume Table

Species	Species
Code	Vol (MBF)
205	1,628.50
263	0.25
122	0.25
Total	1,629.00

Enter MBF volume from Species Group
Tables for entry of Total into TEA Main Screen.

<sup>\*\*</sup> Click the "Erase" button above to delete all species combination data \*\*

<sup>\*\*</sup> Press the "Delete" key in appropriate cell to erase individual cell input \*\*